

**Page Denied**

8 JUL 1982

MEMORANDUM FOR: Acting Chief, Policy and Plans Group

FROM:

[Redacted]

Policy and Plans Group

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SUBJECT:

[Redacted]

Appendix F, Foreign Ownership,  
Control or Influence (FOCI)

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1. This is an exercise kicked off by the C/SS/OL and refined by PPG to the point material forwarded as a status report to the Front Office on 26 April 1982 largely reflected our position. Since the last mentioned date, the C/SS/OL has forwarded a revision that is intended to marry Agency and DoD standards on FOCI; i.e., raising the percentage of acceptable FOCI from 5% to 20%. I have some problems with the revision in that it goes beyond DoD standards. Some conditions set by DoD raise the level to 15% rather than 20% and OL proposed a flat raise to 20% "to avoid confusion." If we must adjust to accommodate DoD, I see no reason to go beyond their relaxed standard. This concern has been made known to the C/SS/OL.

2. In terms of immediate status, this is now in the hands of OGC. The General Counsel has taken a personal interest in the matter and has counseled the DCI that the Agency should not relax the five-~~year~~ standard. The DCI has not taken a position and it can be assumed a decision will not be made until the OGC stance is measured against the realities facing OL in finding suitable contractors with little or no FOCI.

3. It is suggested that the DD/P&M be briefed on developments.

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Attachment

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